

(continued)

6. The Department of Revenue would need to make significant modifications to its computer systems to administer this new tax. The estimated cost for computer programming and related services is \$151,230 in fiscal 2002. The department's costs for processing permit applications and quarterly returns would be \$37,953 in fiscal 2002 and \$56,216 in fiscal 2003.

Department of Commerce

7. Assuming the electorate approves the proposed tax on certain rental vehicles, a state special revenue business marketing and promotion account would be established in the Department of Commerce. Tax proceeds would flow into this account and be disbursed via private sector contracts for developing and delivering regional, national, and global business development marketing plans. Expenditures = Available Revenues;

FISCAL IMPACT:

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
FTE	0.50	1.00
<u>Expenditures:</u>		
Personal Services	\$21,048	\$44,833
Operating Expenses –Dept of Revenue	133,365	11,383
Operating Expenses – Dept of Commerce	837,734	1,675,468
Equipment	<u>34,770</u>	<u>0</u>
TOTAL	\$1,026,817	\$1,731,684
<u>Funding:</u>		
General Fund	\$189,183	\$56,216
State Special Revenue – Bus. Mrktng & Promo	\$837,734	\$1,675,468
<u>Revenues:</u>		
State Special Revenue – Bus. Mrktng & Promo	\$837,734	\$1,675,468
<u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>		
General Fund (01)	(\$189,183)	(\$56,216)
State Special Revenue – Bus. Mrktng & Promo	\$0	\$0

TECHNICAL NOTES:

1. This bill does not have an applicability date. This fiscal note assumes an applicability date of January 1, 2002.